



Montana Environmental Trust Group LLC,  
Trustee of the Montana Environmental Custodial Trust  
By Greenfield Environmental Trust Group, Inc., Member  
P.O. Box 1189 Helena, Montana 59624  
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Email: [ir@g-etg.com](mailto:ir@g-etg.com)

July 5, 2019

**By Electronic Mail**

Bob Brook, US Department of Justice  
Betsy Burns, US EPA Region 8  
Jenny Chambers, Montana Department of Environmental Quality  
Max Greenblum, US EPA Region 8  
Katherine Hausrath, Montana Department of Justice  
Amy Hanley, Department of the Interior  
Harley Harris, Montana Department of Justice  
Greg Mullen, Montana Department of Justice  
Karen Nelson, US Fish and Wildlife Service  
Alan Tenenbaum, US Department of Justice  
Joe Vranka, US EPA Region 8—Montana Office  
Robert Wintergerst, USDA Forest Service

**Subject: Custodial Trust First Quarter 2019 Financial Statements**

As Trustee for the Montana Environmental Custodial Trust (the Custodial Trust), Montana Environmental Trust Group LLC, hereby submits the attached financial statements for the following Custodial Trust Accounts to the beneficiaries of the Custodial Trust:

- (1) The Custodial Trust Administrative Account;
- (2) The East Helena Cleanup Account;
- (3) The Mike Horse/Upper Blackfoot Mining Complex Cleanup Account;
- (4) The Black Pine Cleanup Account; and
- (5) The Iron Mountain Cleanup Account

The attached financial statements cover the quarter and year to date (YTD) ending March 31, 2019 and are submitted pursuant to the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites).

Please do not hesitate to contact me or Cindy Brooks with any questions pertaining to the attached.

Sincerely,

A handwritten signature in blue ink that reads "Jen Roberts, CPA". The signature is written in a cursive, flowing style.

Montana Environmental Trust Group, LLC  
Trustee of the Montana Environmental Custodial Trust  
By: Greenfield Environmental Trust Group, Inc.,  
Member By: Jennifer Roberts, Financial Affairs Manager

Attachments

cc: Thad Adkins—MDEQ  
Cynthia Brooks—Custodial Trust  
Daryl Reed—MDEQ  
Denise Martin—MDEQ  
Joel Chavez—MDEQ  
Lauri Gorton— Custodial Trust  
Marc Weinreich— Custodial Trust  
Molly Roby— Custodial Trust  
Robert Roll—MDEQ



Wipfli LLP  
P.O. Box 1699  
Helena, MT 59624  
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Helena, MT 59601  
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## Accountant's Compilation Report

To the Trustees and Beneficiaries  
Montana Environmental Trust Group LLC  
Trustee for the Montana Environmental Custodial Trust  
Helena, MT

The Trustees are responsible for the accompanying special purpose financial statements of; the Custodial Trust Administrative Account, the East Helena Cleanup Account, the Mike Horse/Upper Blackfoot Complex Cleanup Account, the Black Pine Cleanup Account and the Iron Mountain Cleanup Account (collectively the Custodial Trust), which comprise the statement of financial position as of March 31, 2019 and the related statements of activities for the quarter and year to date (YTD) then ending and for determining that the special purpose basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by the trustees. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the special purpose basis of accounting in accordance with the requirements of the Trust's obligations under ¶16.1 of the Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States.

Management has elected to omit substantially all the disclosures ordinarily included in special purpose financial statements prepared in accordance with the prescribed format basis of accounting. If the omitted disclosures were included in the special purpose financial statements, they might influence the user's conclusions about the Trust's assets, liabilities, net assets, additions, and deductions. Accordingly, the special purpose financial statements are not designed for those who are not informed about such matters.

### Supplementary Information

The Black Pine Mine Custodial Trust Expense Tracking supplementary information is presented for purposes of additional analysis and is not a required part of the special purpose financial statements. This information is the representation of the trustees. The information was subject to our compilation engagements; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to Montana Environmental Trust Group LLC.

*Wipfli LLP*

Wipfli LLP  
July 5, 2019  
Helena, MT

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENT OF FINANCIAL POSITION

*As of March 31, 2019*

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ASSETS

Current assets

Cash

\$ 114,047.56

Due from other cost centers

76,027.84

Total current assets

190,075.40

Investments

5,277,926.41

Total assets

\$ 5,468,001.81

LIABILITIES AND NET ASSETS

Liabilities

Accounts payable

\$ 63,852.52

Due to other cost centers

-

63,852.52

Net assets

5,404,149.29

Total net assets and liabilities

\$ 5,468,001.81

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Investment income, net of fees	\$ 26,740.40	\$ 26,740.40			
Unrealized gains (losses)	30,153.65	30,153.65			
Total revenues (losses)	56,894.05	56,894.05			
Expenses:					
1.A Financial Affairs					
1.A.1 Outside Financial Services	5,115.25	5,115.25	\$ 33,000.00	\$ (27,884.75)	15.50%
1.A Financial Affairs Total	5,115.25	5,115.25	33,000.00	(27,884.75)	15.50%
1.C Property Taxes					
1.C.1 East Helena	-	-	89,500.00	(89,500.00)	0.00%
1.C.2 UBMC-Mike Horse	-	-	5,400.00	(5,400.00)	0.00%
1.C.3 Black Pine	-	-	4,200.00	(4,200.00)	0.00%
1.C.4 Iron Mountain	-	-	400.00	(400.00)	0.00%
1.C Property Taxes Total	-	-	99,500.00	(99,500.00)	0.00%
1.F Site Security					
1.F.1 East Helena	4,455.00	4,455.00	33,450.00	(28,995.00)	13.32%
1.F.2 UBMC-Mike Horse	-	-	9,400.00	(9,400.00)	0.00%
1.F.3 Black Pine	5,364.99	5,364.99	20,100.00	(14,735.01)	26.69%
1.F.4 Iron Mountain	-	-	1,400.00	(1,400.00)	0.00%
1.F Site Security Total	9,819.99	9,819.99	64,350.00	(54,530.01)	15.26%
1.G Insurance					
1.G.1 Commercial General Liability	46,237.50	46,237.50	54,000.00	(7,762.50)	85.63%
1.G.2 Vehicle-Equipment Insurance	-	-	9,000.00	(9,000.00)	0.00%
1.G.3 Property Insurance	-	-	18,000.00	(18,000.00)	0.00%
1.G Insurance Total	46,237.50	46,237.50	81,000.00	(34,762.50)	57.08%

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
1.H Trust Legal Affairs					
1.H.1 Outside Council	120.00	120.00	3,500.00	(3,380.00)	3.43%
1.H.3 GETG Professional Fees	12,477.50	12,477.50	21,500.00	(9,022.50)	58.03%
1.H.4 Water Rights	2,301.00	2,301.00	21,800.00	(19,499.00)	10.56%
1.H Trust Legal Affairs Total	14,898.50	14,898.50	46,800.00	(31,901.50)	31.83%
1.I Unpatented Mining Claims					
1.I.1 Fees for Unpatented Mining Claims	-	-	55,000.00	(55,000.00)	0.00%
1.K Property Sales					
1.K.1 East Helena	1,846.00	1,846.00	99,600.00	(97,754.00)	1.85%
1.K.2 UBMC-Mike Horse	-	-	1,700.00	(1,700.00)	0.00%
1.K.4 Iron Mountain	-	-	1,700.00	(1,700.00)	0.00%
1.K Property Sales Total	1,846.00	1,846.00	103,000.00	(101,154.00)	1.79%
1.L Trustee Costs					
1.L.1 Trustee Fees	5,877.25	5,877.25	26,700.00	(20,822.75)	22.01%
1.L.2 Trustee Expenses	-	-	1,500.00	(1,500.00)	0.00%
1.L Trustee Costs Total	5,877.25	5,877.25	28,200.00	(22,322.75)	20.84%
Total expenses	83,794.49	83,794.49	510,850.00	\$ (366,170.76)	16.40%
Change in net assets	(26,900.44)	(26,900.44)	\$ (510,850.00)		
Net assets, beginning of period	5,431,049.73	5,431,049.73			
Net assets, end of period	\$ 5,404,149.29	\$ 5,404,149.29			

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of March 31, 2019*

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ASSETS

Current assets	
Cash	\$ 226,427.85
Accounts receivable	55,950.00
Due from other cost centers	-
Total current assets	<u>282,377.85</u>
Investments	<u>53,204,536.86</u>
Total assets	<u><u>\$ 53,486,914.71</u></u>

LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable	\$ 188,951.92
Retention hold-back payable	-
Total current liabilities	<u>248,575.86</u>
Net assets	<u>53,238,338.85</u>
Total net assets and liabilities	<u><u>\$ 53,486,914.71</u></u>

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Income					
Agricultural Tenants	\$ -	\$ -			
Slag Pile	55,950.00	55,950.00			
Income Total	55,950.00	55,950.00			
Investment activity, net of fees	206,851.47	206,851.47			
Unrealized gains (losses)	1,166,420.42	1,166,420.42			
Total revenues (losses)	1,429,221.89	1,429,221.89			
Expenses:					
2.B · General Site Operations					
2.B.1 · Operations & Maintenance	5,803.36	5,803.36	\$ 38,700.00	\$ (32,896.64)	15.00%
2.B.2 · Office Operations	-	-	4,000.00	(4,000.00)	0.00%
2.B.3 · Safety	247.50	247.50	14,100.00	(13,852.50)	1.76%
2.B.6 · Emergency Response	-	-	20,000.00	(20,000.00)	0.00%
2.B.7 · Site Office	1,175.35	1,175.35	9,500.00	(8,324.65)	12.37%
Total 2.B · General Site Operations	7,226.21	7,226.21	86,300.00	(79,073.79)	8.37%
2.F · RCRA Compliance					
2.F.1 · Reporting	-	-	2,000.00	(2,000.00)	0.00%
2.F.2 · Inspections	-	-	2,000.00	(2,000.00)	0.00%
2.F.5 · CAMU O&M/Leachate Collection and Disposal	742.50	742.50	490,900.00	(490,157.50)	0.15%
Total 2.F · RCRA Compliance	742.50	742.50	494,900.00	(494,157.50)	0.15%

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
2.J · RCRA Corrective Action Implementation					
2.J.1 · South Plant Hydraulic Control IM					
2.J.1a · SPHC IM Design	-	-	289,000.00	(289,000.00)	0.00%
2.J.1 · SPHC IM Design & Construction	-	-	289,000.00	(289,000.00)	0.00%
2.J.4 · IM/RCRA Support					
2.J.4b · Corrective Measures Study	-	-	20,000.00	(20,000.00)	0.00%
2.J.4 · IM/RCRA Support	-	-	20,000.00	(20,000.00)	0.00%
2.J.6 · Corrective Measure Implementation					
2.J.6a · CMI Work Plan	-	-	150,000.00	(150,000.00)	0.00%
2.J.6b · Final Remedy Construction/Implementation	-	-	220,000.00	(220,000.00)	0.00%
2.J.6c · Corrective Measures O&M	97,273.77	97,273.77	896,600.00	(799,326.23)	10.85%
2.J.6d · 2017 CAMP/Performance Monitoring	1,076.25	1,076.25	425,000.00	(423,923.75)	0.25%
2.J.6e · Long term Technical Planning/Support	-	-	50,000.00	(50,000.00)	0.00%
2.J.6f · Residential Well Abandonment	-	-	176,000.00	(176,000.00)	0.00%
2.J.6 · Design Management/Execution	98,350.02	98,350.02	1,917,600.00	(1,819,249.98)	5.13%
2.J.7 · Long-term Stewardship and O&M					
2.J.7a · Greenway Project	-	-	-	-	0.00%
2.J.7 · Long-term Stewardship and O&M	-	-	-	-	0.00%
Total 2.J · RCRA Corrective Action Implementation	98,350.02	98,350.02	2,226,600.00	(2,128,249.98)	4.42%
2.K · Documents & Records					
2.K.2 · System Maintenance	4,505.66	4,505.66	18,000.00	(13,494.34)	25.03%
Total 2.K · Documents & Records	4,505.66	4,505.66	18,000.00	(13,494.34)	25.03%
2.M · CERCLA Compliance					
2.M.1 · CERCLA/ROD Compliance	639.37	639.37	34,400.00	(33,760.63)	1.86%
2.M.2 · Soils Remediations - Dartman Field	2,392.00	2,392.00	395,990.00	(393,598.00)	0.60%
Total 2.M · CERCLA Compliance	3,031.37	3,031.37	430,390.00	(427,358.63)	0.70%
2.N · Financial Affairs					
2.N.1 · Financial Affairs-CPA	7,762.78	7,762.78	30,000.00	(22,237.22)	25.88%
Total 2.N · Financial Affairs	7,762.78	7,762.78	30,000.00	(22,237.22)	25.88%

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
2.O · Redevelopment					
2.O.2 · Redevelopment Support	-	-	10,000.00	(10,000.00)	0.00%
2.O.3 · Redevelopment Issues	-	-	5,000.00	(5,000.00)	0.00%
Total 2.O · Redevelopment	-	-	15,000.00	(15,000.00)	0.00%
2.P · Community Relations					
2.P.1 · General Meetings	-	-	3,000.00	(3,000.00)	0.00%
2.P.2 · RCRA Annual Public Meeting	-	-	3,000.00	(3,000.00)	0.00%
2.P.3 · East Helena Website	350.00	350.00	7,500.00	(7,150.00)	4.67%
2.P.5 · Other Community Relations	4,500.00	4,500.00	41,000.00	(36,500.00)	10.98%
Total 2.P · Community Relations	4,850.00	4,850.00	54,500.00	(49,650.00)	8.90%
2.R · Legal Support					
2.R.1 · Outside Counsel Fees & Expenses	513.00	513.00	15,000.00	(14,487.00)	3.42%
2.R.2 · In-House Legal Services	5,373.00	5,373.00	41,200.00	(35,827.00)	13.04%
Total 2.R · Legal Support Total	5,886.00	5,886.00	56,200.00	(50,314.00)	10.47%
2.T · Trustee Management & Support					
2.T.4 · GW and PPC Project Management	7,312.47	7,312.47	56,000.00	(48,687.53)	13.06%
2.T.6 · Compliance Manager	10,797.75	10,797.75	13,700.00	(2,902.25)	78.82%
2.T.7 · Operations Manager	-	-	-	-	0.00%
2.T.8 · Operations Support Specialist	13,966.50	13,966.50	14,300.00	(333.50)	97.67%
2.T.9 · Project Controls/Fin Affairs Coordinator	9,176.00	9,176.00	94,100.00	(84,924.00)	9.75%
2.T.11 · Trustee Mgmt. EH Clean Up	31,047.00	31,047.00	141,600.00	(110,553.00)	21.93%
2.T.12 · Trustee Land Use & Re-use	-	-	37,500.00	(37,500.00)	0.00%
2.T.13 · Trustee Travel and Directs	-	-	12,000.00	(12,000.00)	0.00%
2.T.14 · Project Management/LT Stewardship Oversight	668.50	668.50	76,400.00	(75,731.50)	0.88%
Total 2.T · Trustee Management & Support Total	72,968.22	72,968.22	445,600.00	(372,631.78)	16.38%
Total East Helena expenses	205,322.76	205,322.76	<u>\$ 3,857,490.00</u>	<u>\$ (3,652,167.24)</u>	5.32%
Change in net assets	1,223,899.13	1,223,899.13			
Net assets, beginning of period	52,014,439.72	52,014,439.72			
Net assets, end of period	<u>\$ 53,238,338.85</u>	<u>\$ 53,238,338.85</u>			

**Montana Environmental Custodial Trust**  
**Summary East Helena Clean-up Account**

SUMMARY STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Rental/Lease Income	\$ 55,950.00	\$ 55,950.00			
Investment activity, net of fees	206,851.47	206,851.47			
Unrealized gains (losses)	1,166,420.42	1,166,420.42			
Total revenues (losses)	1,429,221.89	1,429,221.89			
Expenses:					
2.B · General Site Operations	7,226.21	7,226.21	\$ 86,300.00	\$ (79,073.79)	8.37%
2.F · RCRA Compliance	742.50	742.50	494,900.00	(494,157.50)	0.15%
2.J · RCRA Corrective Action Implementation	98,350.02	98,350.02	2,226,600.00	(2,128,249.98)	4.42%
2.K · Documents & Records	4,505.66	4,505.66	18,000.00	(13,494.34)	25.03%
2.M · CERCLA Compliance	3,031.37	3,031.37	430,390.00	(427,358.63)	0.70%
2.N · Financial Affairs	7,762.78	7,762.78	30,000.00	(22,237.22)	25.88%
2.O · Redevelopment	-	-	15,000.00	(15,000.00)	0.00%
2.P · Community Relations	4,850.00	4,850.00	54,500.00	(49,650.00)	8.90%
2.R · Legal Support	5,886.00	5,886.00	56,200.00	(50,314.00)	10.47%
2.T · Trustee Management & Staff	72,968.22	72,968.22	445,600.00	(372,631.78)	16.38%
Total East Helena expenses	205,322.76	205,322.76	\$ 3,857,490.00	\$ (3,652,167.24)	5.32%
Change in net assets	1,223,899.13	1,223,899.13			
Net assets, beginning of period	52,014,439.72	52,014,439.72			
Net assets, end of period	\$ 53,238,338.85	\$ 53,238,338.85			

**Montana Environmental Custodial Trust**  
**Mike Horse/UBMC Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of March 31, 2019*

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ASSETS

Current assets	
Cash	\$ 13,830.72
Prepaid expenses - DEQ	45,781.78
Due from other cost centers	-
Total current assets	<u>59,612.50</u>
Investments	<u>3,510,293.47</u>
Total assets	<u><u>\$ 3,569,905.97</u></u>

LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable	\$ 58,383.14
Due to other cost centers	16,088.30
Total current liabilities	<u>74,471.44</u>
Net assets	<u>3,495,434.53</u>
Total net assets and liabilities	<u><u>\$ 3,569,905.97</u></u>

**Montana Environmental Custodial Trust  
Mike Horse/UBMC Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest income - DEQ	\$ 326.98	\$ 326.98			
Investment income, net of fees	14,932.32	14,932.32			
Unrealized gains (losses)	20,687.20	20,687.20			
Total revenues (losses)	35,946.50	35,946.50			
Expenses:					
4.1 MT DEQ Expenses					
4.A Personnel (MT DEQ)	5,873.95	5,873.95	\$ 29,558.00	\$ (23,684.05)	19.87%
4.DEQ Direct & Indirect Expenses	1,733.86	1,733.86	8,836.00	(7,102.14)	19.62%
4.1 Total MT DEQ Expenses	7,607.81	7,607.81	38,394.00	(30,786.19)	19.82%
4.2 Other Expenses					
4.B Material, Supplies & Chemicals					
1-62244 Chemicals	-	-	141,550.00	(141,550.00)	0.00%
WTP Supplies	15,006.76	15,006.76	56,900.00	(41,893.24)	26.37%
4.B Material, Supplies & Chemicals	15,006.76	15,006.76	198,450.00	(183,443.24)	7.56%
4.C Operating Labor					
1-62102-01 WTS/Trust Management and Oversight	14,964.36	14,964.36	100,995.00	(86,030.64)	14.82%
1-62102-02 GETG Trustee Oversight	6,859.00	6,859.00	71,900.00	(65,041.00)	9.54%
1-62102-22 WTP Technician/Operator	45,388.24	45,388.24	220,950.00	(175,561.76)	20.54%
4.C Operating Labor	67,211.60	67,211.60	393,845.00	(326,633.40)	17.07%
4.D Other Professional Services/Labor (Routine)					
1-62102-31 PLC & Instrumentation Service (MET)	3,488.50	3,488.50	28,250.00	(24,761.50)	12.35%
1-62891 Handyman Charges	936.90	936.90	7,500.00	(6,563.10)	12.49%
1-62102-51 Accounting Services (Wipfli)	634.71	634.71	5,000.00	(4,365.29)	12.69%
1-62243 Weed Control	-	-	1,200.00	(1,200.00)	0.00%
4.D Other Professional Services/Labor	5,060.11	5,060.11	41,950.00	(36,889.89)	12.06%
4.E WTP Operations - Analytical (Routine)					
1-62106-01 Energy Lab Testing (O&M Samples)	1,974.00	1,974.00	14,300.00	(12,326.00)	13.80%
1-62106-02 Linda Tangen Data Validation (O&M)	537.28	537.28	4,550.00	(4,012.72)	11.81%
4.E WTP Operations - Analytical	2,511.28	2,511.28	18,850.00	(16,338.72)	13.32%

**Montana Environmental Custodial Trust**  
**Mike Horse/UBMC Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
4.F WTP Operations - Utilities (Routine)					
1-62186 Waste Disposal	339.69	339.69	20,400.00	(20,060.31)	1.67%
1-62371 Telephone	900.70	900.70	6,200.00	(5,299.30)	14.53%
1-62601 Electricity	6,874.35	6,874.35	62,200.00	(55,325.65)	11.05%
1-62605 Water & Sewage	-	-	2,500.00	(2,500.00)	0.00%
1-62606 Garbage & Trash	270.30	270.30	1,800.00	(1,529.70)	15.02%
1-62607 Propane	-	-	21,200.00	(21,200.00)	0.00%
4.F WTP Operations - Utilities	8,385.04	8,385.04	114,300.00	(105,914.96)	7.34%
4.H Projects & Construction					
1-62102-01 · Unforeseen Breakdowns and Repair Response Funds	-	-	-	-	0.00%
1-62102-204 Health & Safety Compliance	-	-	-	-	0.00%
1-63113-03 Spare Parts	-	-	-	-	0.00%
1-63113-20 Finalize O&M Manual	-	-	-	-	0.00%
1-62102-233 · Building Repairs (Corrosion Damage)	-	-	4,500.00	(4,500.00)	0.00%
1-63113-48 - Fabricate & install sheet metal enclosures on Cell 7 exposed	-	-	-	-	0.00%
1-63113-50 - Install wildlife fence around perimeter of Cell 7	-	-	-	-	0.00%
1-63113-53 - Reconfigure 300' vault piping for conveyance line cleaning with "pigs" & install 3" flow meter on redundant line and contractor for conveyance line pigging	-	-	-	-	0.00%
1-63113-58 - Purchase and install cartridge filters	-	-	-	-	0.00%
1-63113-67 - WTP Focused Feasibility Study	9,273.51	9,273.51	16,200.00	(6,926.49)	57.24%
1-63113-68 - WTP Short-term Treatment Options Evaluation	2,901.33	2,901.33	17,100.00	(14,198.67)	16.97%
1-63113-69 - Long-Term WTP Modification	-	-	-	-	0.00%
1-63113-70 - USFS Land Swap Evaluation	-	-	21,900.00	(21,900.00)	0.00%
1-63113-71 - Water Management/Source Control Evaluation and Testing	-	-	-	-	0.00%
4.H Projects & Construction	12,174.84	12,174.84	59,700.00	(47,525.16)	20.39%
4.2 Total Other Expenses	110,349.63	110,349.63	827,095.00	(716,745.37)	13.34%
Total expenses	117,957.44	117,957.44	865,489.00	(747,531.56)	13.63%
Change in net assets	(82,010.94)	(82,010.94)	\$ (865,489.00)	\$ 747,531.56	9.48%
Net assets, beginning of period	3,577,445.47	3,577,445.47	(1)		
Net assets, end of period	\$ 3,495,434.53	\$ 3,495,434.53			

(1) Beginning net assets restated by \$2,615.40 for Building Repair credit invoices for 2018 costs, received after distribution of 2018 financial statements.

# Montana Environmental Custodial Trust

## Black Pine Clean-up Account

### STATEMENT OF FINANCIAL POSITION

*As of March 31, 2019*

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#### ASSETS

##### Current assets

Cash	\$ 14,984.46
Prepaid expenses - DEQ	(33,044.81)
Total current assets	<u>(18,060.35)</u>

##### Investments

Total assets	<u>11,150,630.13</u>
	<u><u>\$ 11,132,569.78</u></u>

#### LIABILITIES AND NET ASSETS

##### Liabilities

Accounts payable	\$ 11,357.40
Due to other cost centers	-
Total current liabilities	<u>11,357.40</u>

##### Net assets

Total net assets and liabilities	<u>11,121,212.38</u>
	<u><u>\$ 11,132,569.78</u></u>

**Montana Environmental Custodial Trust**  
**Black Pine Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest Income - DEQ	\$ 82.65	\$ 82.65			
Cost Recovery - DEQ	-	-			
Interest Income - MM	8.79	8.79			
Investment income, net of fees	50,954.82	50,954.82			
Unrealized gains (losses)	61,711.66	61,711.66			
Total revenues (losses)	112,757.92	112,757.92			
Expenses:					
5.1 Costs Paid Directly by Trustee from Clean-up Account					
2-2-02 Trustee Services/Expenses-GETG	1,592.00	1,592.00	\$ 35,000.00	\$ (33,408.00)	4.55%
2-2-03 Mine Maintenance/Security	4,231.50	4,231.50	18,618.60	(14,387.10)	22.73%
2-2-04 Generator Maintenance	1,180.66	1,180.66	2,000.00	(819.34)	59.03%
2-2-51 Accounting Services	418.69	418.69	5,000.00	(4,581.31)	8.37%
2-62401 Mileage	458.49	458.49	2,266.65	(1,808.16)	20.23%
2-62405 Snowmobile	675.00	675.00	907.50	(232.50)	74.38%
5.1.1 Utilities					
2-62601 Electricity	656.05	656.05	6,500.00	(5,843.95)	10.09%
2-62607 Propane	-	-	2,840.00	(2,840.00)	0.00%
5.1.1 Utilities Total	656.05	656.05	9,340.00	(8,683.95)	7.02%
5.1 Trustee Costs Total	9,212.39	9,212.39	73,132.75	(63,920.36)	12.60%
5.2 DEQ Costs	272,416.43	272,416.43 <sup>(1)</sup>	297,659.62	(25,243.19)	91.52%
Total expenses	281,628.82	281,628.82	370,792.37	(89,163.55)	75.95%
Change in net assets	(168,870.90)	(168,870.90)	<u>\$ (370,792.37)</u>	<u>\$ 89,163.55</u>	<u>45.54%</u>
Net assets, beginning of period	11,290,083.28	11,290,083.28			
Net assets, end of period	<u>\$ 11,121,212.38</u>	<u>\$ 11,121,212.38</u>			

(1) See the supplemental schedule provided by the Montana Department of Environmental Quality for details of 5.2 DEQ Costs

Black Pine Mine Custodial Trust Expense Tracking

Budget Request 2019		\$ 38,872.75	\$ 15,549.10	\$ 8,594.10	\$ -	\$ -	\$ 141,282.66	\$ 66,500.00	\$ 5,924.70	\$ 276,723.31	\$ 20,936.31	\$ 297,659.62
Additional Funding Received												
	Jan-Mar 2019	\$ 5,909.26	\$ 1,951.68	\$ 24.00		\$ 4,775.00	\$ 245,360.47		\$ 1.56	\$ 258,021.97	\$ 14,394.49	\$ 272,416.46
	Apr-Jun 2019											
	July-Sep 2019											
	Oct-Dec 2019											
Expenses 2019		\$ 5,909.26	\$ 1,951.68	\$ 24.00	\$ -	\$ 4,775.00	\$ 245,360.47	\$ -	\$ 1.56	\$ 258,021.97	\$ 14,394.49	\$ 272,416.46
2019 Budget request balance remaining		\$ 32,963.49	\$ 13,597.42	\$ 8,570.10	\$ -	\$ (4,775.00)	\$ (104,077.81)	\$ 66,500.00	\$ 5,923.14	\$ 18,701.34	\$ 6,541.82	\$ 25,243.16

**Montana Environmental Custodial Trust**  
**Iron Mountain Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of March 31, 2019*

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ASSETS	
Current assets	
Cash	\$ 1,177.34
Prepaid expenses - DEQ	-
Total current assets	<u>1,177.34</u>
Investments	268,530.97
Total assets	<u><u>\$ 269,708.31</u></u>
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable	\$ 37.00
Net assets	269,671.31
Total net assets and liabilities	<u><u>\$ 269,708.31</u></u>

**Montana Environmental Custodial Trust**  
**Iron Mountain Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and three-month period ending March 31, 2019*

	1st Qtr	YTD	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest Income - DEQ	\$ -	\$ -			
Investment income, net of fees	1,481.50	1,481.50			
Unrealized gains (losses)	-	-			
Total revenues (losses)	1,481.50	1,481.50			
Expenses:					
VI.A Clean-up Activities					
VI.A.1 GETG Trustee Fees	-	-	\$ 3,800.00	\$ (3,800.00)	0.00%
VI.A.2 GETG/Trustee Expenses	-	-	250.00	(250.00)	0.00%
VI.A Total Clean-up Activities	-	-	4,050.00	(4,050.00)	0.00%
VI.C Legal Affairs					
VI.C.1 Outside Counsel	-	-	1,000.00	(1,000.00)	0.00%
VI.C Total Legal Affairs	-	-	1,000.00	(1,000.00)	0.00%
VI.D Financial Affairs					
VI.D.1 Wipfli Fees & Expenses	-	-	500.00	(500.00)	0.00%
VI.D Total Financial Affairs	-	-	500.00	(500.00)	0.00%
VI.E MDEQ Environmental Actions and Oversight Costs					
VI.E.1 MDEQ Environmental Actions and Oversight Costs	-	-	-	-	0.00%
VI.E Total MDEQ Environmental Actions and Oversight Costs	-	-	-	-	0.00%
Total expenses	-	-	5,550.00	(5,550.00)	0.00%
Change in net assets	1,481.50	1,481.50	<u>\$ (5,550.00)</u>	<u>\$ 5,550.00</u>	<u>-26.69%</u>
Net assets, beginning of period	268,189.81	268,189.81			
Net assets, end of period	<u>\$ 269,671.31</u>	<u>\$ 269,671.31</u>			